

TOBACCO CONTROL BOARD

| Budget Summary | | | | | | | |
|----------------|------------------------------|---------------------|------------------------|------------------------|-------------------|---|----------|
| Fund | 2002-03 Base Year Doubled | 2003-05 Governor | 2003-05 Jt. Finance | 2003-05 Legislature | 2003-05 Act 33 | Act 33 Change Over Base Year Doubled | |
| | | | | | | Amount | Percent |
| SEG | \$30,690,200 | \$0 | \$0 | \$0 | \$0 | -\$30,690,200 | - 100.0% |

| FTE Position Summary | | | | | | |
|----------------------|--------------|---------------------|------------------------|------------------------|-------------------|------------------------------------|
| Fund | 2002-03 Base | 2004-05 Governor | 2004-05 Jt. Finance | 2004-05 Legislature | 2004-05 Act 33 | Act 33 Change Over 2002-03 Base |
| SEG | 4.00 | 0.00 | 0.00 | 0.00 | 0.00 | - 4.00 |

Budget Change Item

1. ELIMINATE TOBACCO CONTROL BOARD [LFB Paper 720]

| | Funding | Positions |
|-----|---------------|-----------|
| SEG | -\$30,690,200 | - 4.00 |

Governor: Delete \$15,345,100 annually and 4.0 positions, beginning in 2003-04, to reflect the Governor's proposal to eliminate the Tobacco Control Board and transfer the Board's responsibilities and administration of the tobacco control fund to the Department of Health and Family Services (DHFS).

Repeal current provisions that: (a) authorize and define the Board; and (b) authorize the Board to appoint an Executive Director and employ staff with appropriate programmatic and technical expertise. Transfer the Board's current appropriations for grants, operations and gifts and grants to DHFS and replace all current references to the Board with references to DHFS.

Provide for the transfer of \$15,054,500 in 2003-04 and \$15,062,000 in 2004-05 from the general fund to the tobacco control fund. These amounts represent the total amounts that would be budgeted for DHFS for grants (\$15,000,000 annually) and operations (\$54,500 in 2003-04 and \$62,000 in 2004-05). Under current law, beginning in 2003-04, this transfer amount is \$25,000,000.

Specify that: (a) the Board's assets and liabilities will become the assets and liabilities of DHFS; (b) the Board's contracts will be transferred to DHFS and remain in effect until DHFS modifies or rescinds the contracts to the extent allowed under the contract; (c) DHFS contracts relating to the Board's functions will remain in effect until DHFS modifies or rescinds the contract to the extent allowed under the contract; (d) all rules promulgated by the Board remain in effect until their specified expiration date or until DHFS amends or repeals them; and (e) all orders issued by the Board remain in effect until their specified expiration date or until DHFS modifies or rescinds them.

Joint Finance/Legislature: Adopt the Governor's recommendations. In addition, make additional funding and statutory changes, which are summarized under "Health and Family Services -- Health."